



**Mayor**  
Don Dewitte

**City Treasurer**  
Warren Drewes

**City Clerk**  
Nancy Garrison

**City Administrator**  
Brian Townsend

**City Council**

***Ward 1***

Dan Stellato  
Ron Silkaitis

***Ward 2***

Cliff Carrignan  
Betsy Penny

***Ward 3***

John McGuirk  
Bill Turner

***Ward 4***

Jo Krieger  
Jim Martin

***Ward 5***

David Richards  
Don Haines

# Annual Budget Proposal Fiscal Year 2006-07



# Major Themes

- Renewed dedication to holding line on expenses and minimizing the tax burden in response to moderating growth
- Improving economic position by refocusing on economic development
- Enhancing services in several key areas



## Renewed dedication to holding line on expenses and minimizing the tax burden

- Eliminate .5% food and beverage tax
- No increases in water, sewer, or electric rates
- Decrease in FTEs from 356.6 to 352.4
- Analyze key components of personal services expenses, such as overtime and health insurance



## Improving economic position by refocusing on economic development

- Multi-departmental team to continue work on streamlining development review and permitting processes
- Utilization of outside experts to formulate economic development strategic plan
- Considering policies pertaining to municipal role in encouraging economic investment



## Enhancing services in several key areas

- Improving communications initiatives, both external and internal
- Employee recognition – “Bright Ideas”
  - Encourage city employees to contribute to organizational improvement in new ways
- Analyze operations for efficiency improvements
- Consider utilizing specialty service providers
- Accept credit card payments, providing an easier method for customers to complete transactions



# Budget At A Glance

## Total Revenue

All Funds	Forecast	Proposed	%
	05/06	06/07	Change
Property Taxes	10,698,698	11,973,248	11.91%
Sales & Use Taxes	17,653,727	18,246,709	3.36%
Telecommunications/Admissions	3,355,850	3,498,268	4.24%
Licenses & Permits	646,184	582,155	-9.91%
Connection Fees	650,385	804,643	23.72%
Grants	1,241,571	1,306,026	5.19%
Intergovernmental Revenue	5,076,426	5,236,719	3.16%
Direct Charges for Services	50,218,425	52,753,982	5.05%
Fines & Fees	278,229	255,600	-8.13%
Interest/Rental Income	4,017,200	4,063,386	1.15%
Sales of Property	3,525,914	3,529,183	0.09%
Police & Fire Pension Contributions	2,339,666	2,482,641	6.11%
Misc. Other Revenue	6,174,733	6,773,438	9.70%
<b>Total</b>	<b>105,877,008</b>	<b>111,505,998</b>	<b>5.32%</b>



# Budget At A Glance

## Corporate Fund Revenue

	Forecast	Proposed	%
<b>Fund 100</b>	05/06	06/07	Change
Property Taxes	9,729,373	10,829,384	11.31%
Sales & Use Taxes	15,921,916	16,331,601	2.57%
Electric Franchise Fee	1,770,177	1,782,024	0.67%
Food & Beverage Tax	630,000	100,000	-84.13%
Admissions Taxes	76,146	80,000	5.06%
Hotel Occupation Tax	1,764,136	1,800,000	2.03%
Telecommunications Tax	1,457,233	1,560,824	7.11%
Licenses & Permits	646,185	582,155	-9.91%
State & Federal Shared Revenue	3,268,790	2,813,221	-13.94%
Reimbursement for Services	2,016,755	1,888,263	-6.37%
Fines & Court Fees	278,230	255,600	-8.13%
Interest Income	276,000	286,000	3.62%
Miscellaneous Revenue	531,461	637,118	19.88%
Financing Proceeds	0	182,281	
<b>Total</b>	<b>38,366,402</b>	<b>39,128,471</b>	<b>1.99%</b>



# Revenue - Overview

## Major Corporate Revenues By Type

	Forecast	Proposed	%
<b>Corporate Fund</b>	05/06	06/07	Change
Property Taxes	9,729,373	10,829,384	11.31%
Sales & Use Taxes	16,013,147	16,431,501	2.61%
Food & Beverage Tax	630,000	100,000	-84.13%
Hotel Occupation Tax	1,764,136	1,800,000	2.03%
Telecommunications Tax	1,500,000	1,560,824	4.05%
Income Taxes	2,420,221	2,520,461	4.14%
<b>Total</b>	<b>32,056,877</b>	<b>33,242,170</b>	<b>3.70%</b>



# Budget At A Glance

## Total Expenditures

	Forecast	Proposed	%
<b>All Funds</b>	05/06	06/07	Change
Personal Services	30,934,462	33,164,325	7.21%
Other Operating	59,268,886	70,351,538	18.70%
Capital	38,049,745	29,374,081	-22.80%
Debt Retirement	2,638,653	3,987,685	51.13%
<b>Total</b>	<b>130,891,746</b>	<b>136,877,629</b>	<b>4.57%</b>



# Budget At A Glance

## Corporate Fund Expenditures

	Forecast	Proposed	%
<b>Fund 100</b>	05/06	06/07	Change
Personal Services	\$22,381,143	\$ 24,083,285	7.61%
Other Operating	11,317,108	11,500,296	1.62%
Capital	3,021,398	2,365,313	-21.71%
Debt Transfers	2,846,138	3,587,665	26.05%
Insurance Transfer	280,950	335,080	19.27%
Dial A Ride Transfer	82,141	86,365	5.14%
Refuse Transfer	198,616	188,300	-5.19%
Electric Transfers	268,000	266,000	-0.75%
Redgate Bridge Transfer	639,084	685,866	7.32%
Sub-Total	41,034,578	43,098,170	5.03%
Allocations	(4,104,125)	(4,293,064)	4.60%
Enterprise Contribution to Corp Fund			
<b>Total</b>	<b>\$36,930,453</b>	<b>\$ 38,805,106</b>	<b>5.08%</b>



# Expense - Overview

- Proposed operating expenses are \$250,000 less than anticipated for 06/07 in last year's projections
- Overtime expenditures have decreased for the first time in the past 6 years (-2%)
- Personal Services expenses (salaries, benefits, etc.) to increase 8%
  - Health insurance increasing 12.5%
  - Workers compensation costs to increase 12%
- Fuel costs projected to increase 20%



# Employees

- New full-time employees
  - Police Department
    - 1 Police Officer to be hired at mid-year
  - Public Works Department
    - 1 Fleet Maintenance Technician



# Other Key Initiatives

- Affordable Housing Commission
  - Community Development
- Red Light Camera Enforcement
  - Police Department
- Wireless internet service at City campus
  - Information Systems/Public Works
- Pilot program for automatic meter reading
  - Public Works
- Rehabilitating Safety Town at Pottawatomie Park
  - Fire/Public Works



# Capital Projects

## \$25 million city-wide

- Public Works
  - \$6 million



- First Street
  - \$5 million



- Fire Station #1
  - \$4 million





# Enterprise Fund - Overview

- Electric
  - No rate increase for FY06-07
  - Sitework for Substation #9
- Water
  - No rate increase for FY06-07
  - Study to identify system improvements and water quality issues
- Sewer
  - No rate increase for FY06-07
  - Study to identify system improvements



# Questions